

United States Department of Agriculture

Farm and Foreign Agricultural Services

Farm Service Agency

Kansas City Commodity Office P.O. Box 419205 Kansas City, Missouri 64141-6205 DATE : May 1, 2000

TO : Upland Cotton Domestic User/Exporter Agreement Holders

SUBJECT: Amendment 1 To The Upland Cotton Domestic User/Exporter Agreement

Enclosed is Amendment 1 dated May 5, 2000 and revised Exhibits 1 and 3 to the Upland Cotton Domestic User/Exporter Agreement, Revision 6, dated October 22, 1999. The Commodity Credit Corporation (CCC) will make payments for loose cotton and eligible reginned motes at 100 percent of the announced rate.

In order to execute Amendment 1, program participants must complete the enclosed form by filling in the name of the firm and their Agreement Number, sign and return the form to CCC in duplicate (original and one copy). To remain in the program, Amendment 1 must be completed, signed and received in the Kansas City Commodity Office by June 2, 2000 in order to be eligible for payments beginning May 5, 2000. **Failure to submit the Amendment will be cause for termination.**

Effective Date/ Implementation

Amendment 1 will be effective on May 5, 2000.

General Changes:

The payment rate for loose cotton and reginned motes will be increased to 100 percent of the announced weekly payment rate.

General Instructions:

Alex King

To aid in the administration of this change, Exporters should issue a separate Form CCC-1045-2 for any loose cotton or eligible reginned motes that crosses the international border or is placed on the vessel before May 5, 2000. Shipments completed on or after May 5, 2000 may show all of the types of cotton shipped (lint, loose, reginned motes, semi-processed motes) on one CCC-1045-2 with the appropriate calculated rate for each type reported.

Alex King

